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**ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III**

Washington, DC

101

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**Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

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8-66095

REPORT FOR THE PERIOD BEGINNING 01-01-2007 AND ENDING 12-31-2007  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: MMA Securities, Inc.

OFFICIAL USE ONLY

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

FIRM I.D. NO.

1110 North Main Street

(No. and Street)

Goshen

Indiana

46528

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Kerri D. Lyle

574.533.9511

(Area Code - Telephone Number)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

BKD, LLP

(Name - if individual, state last, first, middle name)

200 E. Main Street, Suite 700

Fort Wayne

Indiana

46802

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

☒ Certified Public Accountant

☐ Public Accountant

☐ Accountant not resident in United States or any of its possessions.

**PROCESSED**

**APR 04 2008**

**THOMSON  
FINANCIAL**

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\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02)

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**MMA Securities, Inc.**

Independent Accountants' Report and Financial Statement

December 31, 2007

# **MMA Securities, Inc.**

**December 31, 2007**

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## Independent Accountants' Report

Board of Directors  
MMA Securities, Inc.  
Goshen, Indiana

We have audited the accompanying statement of financial condition of MMA Securities, Inc. as of December 31, 2007. This financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position of MMA Securities, Inc. as of December 31, 2007, in conformity with accounting principles generally accepted in the United States of America.

BKD, LLP

Fort Wayne, Indiana  
January 30, 2008

**MMA Securities, Inc.**  
**Statement of Financial Condition**  
**December 31, 2007**

**Assets**

Cash	\$ 147,474
Accounts receivable	29,669
Accounts receivable from affiliate	17,376
Prepaid expenses	<u>269</u>
Total assets	<u>\$ 194,788</u>

**Liabilities and Stockholder's Equity**

**Liabilities**

Accounts payable	\$ 894
Accounts payable to affiliates	<u>90,536</u>
Total liabilities	<u>91,430</u>

**Stockholder's Equity**

Common stock, no par value	
100,000 shares authorized,	
150 shares issued and outstanding	150,000
Accumulated deficit	<u>(46,642)</u>
Total stockholder's equity	<u>103,358</u>
Total liabilities and stockholder's equity	<u>\$ 194,788</u>

**MMA Securities, Inc.**  
**Notes to Financial Statement**  
**December 31, 2007**

**Note 1: Nature of Operations and Summary of Significant Accounting Policies**

***Nature of Operations***

MMA Securities, Inc. (Company), a wholly owned subsidiary of Mennonite Mutual Aid, Inc. (MMA), operates as a revenue-sharing broker dealer in order to receive gross dealer (wholesale) concessions directly from ProEquities, Inc. (an unrelated broker dealer) and load retention fees from MMA Praxis Mutual Funds.

***Use of Estimates***

The preparation of this financial statement in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement. Actual results could differ from those estimates.

***Cash***

At December 31, 2007, the Company's cash accounts exceeded federally insured limits by approximately \$47,000.

***Accounts Receivable***

Accounts receivable consist mainly of commissions earned in December from ProEquities, Inc. Accounts receivable are generally received within 30 days of the time earned. The Company believes all outstanding amounts are fully collectible and has, therefore, not established an allowance for doubtful accounts.

***Income Taxes***

The Company files consolidated federal and state income tax returns with MMA. The Company pays to MMA, or is reimbursed by MMA, based on the amount of taxes or benefits determined as if the Company filed separate returns, as computed on a regular tax basis. There are currently no differences between the financial statement and tax bases of assets and liabilities.

**Note 2: Transactions With Affiliates**

The Company is a member of an affiliated group of organizations served by MMA InSource, LLC and MMA, who provide administrative, management and equipment services based on an allocation of costs incurred. The building facilities are provided by Mennonite Church Buildings, Inc., a member of the affiliated group. Rent, which is based on space usage.

**MMA Securities, Inc.**  
**Notes to Financial Statement**  
**December 31, 2007**

The Company has an agreement with MMA ComSource, LLC (ComSource) and Menno Insurance Service, Inc. (MIS), both of which are affiliates, whereby ComSource and MIS provide distribution and sales services for licensed registered representatives for the purposes of selling securities offered through ProEquities, Inc.

**Note 3: Regulatory Requirements**

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, may not exceed 15 to 1. In addition, equity capital may not be withdrawn if the resulting net capital ratio would exceed 10 to 1. At December 31, 2007, the Company had net capital of \$84,014 which exceeded the minimum required amount by \$77,919, and the Company's ratio of aggregate indebtedness to net capital was 1.09 to 1.

**END**